

- Margin references refer to MA Handbook appendixes.
- Reference note numbers (¹, ², ³, ...) refer to **Notes & Definitions** at the end of this unit.

01. Find the AFDC-Medicaid group's total countable assets. Add together:

- a. Deemed assets.¹
 - b. **Vehicle** assets.²
 - c. Other **available** assets.
- Go to 02.

11.6.9
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02. Is the amount of this group's total assets more than \$1,000?

If yes, this group is not eligible for AFDC-Medicaid.
Go to the AFDC-Related Unit.

If no, this group has passed the AFDC-Medicaid asset test. Go to 03.

15.1.0

03. Does this group have **available** income?

If yes, add the following amounts together to find the group's total gross income:

- a. Deemed income.³
 - b. Earned income.⁴
 - c. Unearned income.⁵
- Go to 04.

If no, this group is eligible for AFDC-Medicaid. Go to the Eligibility/Review Date Unit.

04. Is the group's gross income equal to or more than its gross income limit?⁶

If yes, the group is not eligible for AFDC-Medicaid.
Go to the AFDC-Related Unit.

If no, go to 05 and begin the Net Income Test.

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05. Apply the following deductions to the earned income of any person in the group who is eligible for the deductions:

- a. Work expenses.⁷
- b. 30 & 1/3 disregard.⁸
- c. Dependent care.⁹

The result is the person's net earned income.
Go to 06.

06. Deduct the following amounts from the total of the person's net earned income and unearned income:

- a. **Court-ordered support.**
- b. Amount deemed to a nonfinancially ineligible **child-in-common**.¹⁰
- c. Amount deemed to a spouse in the household who is not a member of the group and is not a sanctioned person.¹¹

The result is the person's countable income.
Go to 07.

07. Add together the countable income of all the persons in the group.

Go to 08.

08. Is the group's total countable income equal to or more than the Assistance Standard¹² for this size group?

If yes, the group is not eligible for AFDC-Medicaid.
Go to the Asset Test & Divestment Unit (AFDC-Related).

If no, go to 09 and begin the Budget Test.

09. Is the group's total countable income¹³ equal to or more than the Family Allowance¹⁴ for this size group?

If yes, the group is not eligible for AFDC-Medicaid.
Go to the AFDC-Related Unit.

If no, this group is eligible for AFDC-Medicaid. Go to the Eligibility/Review Date Unit.

15.3.2

3.1.5

AFDC-Medicaid Financial Unit

NOTES & DEFINITIONS

1. AFDC Handbook 12.2.31
2. The following are examples of common vehicles. Count only the ones marked "YES" when determining AFDC-Medicaid eligibility.

COMMON VEHICLES	AFDC Vehicle? YES OR NO
Nonmotorized camping trailer	No
Trailer home	No
Moped	Yes
Motorized golf cart	Yes
Motorized boat	Yes
Nonmotorized boat	No
Nonmotorized, nonfarm livestock trailer	No
Junk car	Yes
Airplane	Yes
Snowmobile	Yes
Motorcycle	Yes
Motorized riding lawn mower	No
Motorized garden cultivator	No
Log skidder	No
Farm truck, tractor, or other farm vehicle used directly to produce income	No
Farm tractor - nonfarm use	Yes

3. AFDC Handbook 12.2.31

15.5.0

4. **Earned income** is income from gainful employment. Find the group's gross earned income total by adding:

15.5.1

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- a. Gross wages.
- b. Gross tips not included in wages.
- c. Value of earned **in-kind income**.
- d. Room & board profit.
- e. Income from **self-employment**.
- f. Gross earned lump sum income (AFDC Handbook 12.2.6).
- g. Other nonexempt earned income.

15.4.0

5. **Unearned income** is income the group receives from sources other than employment. Find the group's gross unearned income total by adding:
 - a. Social Security benefits.
 - b. Unemployment Compensation.
 - c. General Relief.
 - d. Child support and/or maintenance or family support received directly, minus the DEFRA disregard.
 - e. Unearned lump sum income (AFDC Handbook, 12.2.6).
 - f. Grandparent-liability income (AFDC Handbook, 12.2.22).
 - g. Deemed income (AFDC Handbook, 12.2.31).
 - h. Money from person in military service.
 - i. Adoption assistance.
 - j. Special Resource Account Withdrawal (AFDC Handbook, 12.2.34).
 - h. Other nonexempt unearned income.

AFDC-Medicaid Financial Unit

NOTES & DEFINITIONS

6. The Gross Income Limit and the Gross Income Limit + Pregnancy Allowance vary by 2 areas. See Appendix 30.3.0 for your area.

Gross Income Limit

Area 1	Group Size	Area 2
\$ 576	1	\$ 557
1,018	2	987
1,197	3	1,159
1,429	4	1,386
1,640	5	1,593
1,773	6	1,719
1,919	7	1,863
2,034	8	1,976
2,130	9	2,067
2,182	10	2,115
2,228	11	2,161
2,274	12	2,208
Add \$46 for each person for groups larger than 12		

Gross Income Limit + Pregnancy Allowance

Area 1	Group Size	Area 2
\$ 707	1	\$ 689
1,149	2	1,118
1,329	3	1,290
1,560	4	1,517
1,771	5	1,725
1,904	6	1,850
2,050	7	1,995
2,165	8	2,108
2,261	9	2,198
2,313	10	2,246
2,359	11	2,293
2,405	12	2,339
Add \$131 for each added pregnant woman in the group. Add \$46 for each person for groups larger than 12.		

7. Deduct \$90.00 from the earned income of each employed/self-employed person in the group.
8. Give the \$30 & 1/3 income disregard to each person in the group who has earned income and who meets the conditions of "a" and "b", or "a" and "c" below:
- S/he has received AFDC or AFDC-Medicaid in at least 1 of the previous 4 months.

During the past 12 months s/he did not exclude himself/herself from the AFDC or AFDC-Medicaid group in order to avoid receiving the \$30 & 1/3 for 4 consecutive months.
 - S/he has never received the 30 & 1/3 for 4 consecutive months.

AFDC-Medicaid Financial Unit

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- c. S/he received the \$30 & 1/3 for 4 consecutive months, but 12 consecutive months have gone by during which s/he did not receive AFDC or AFDC-Medicaid.

Give the \$30 disregard if the person, having received the \$30 & 1/3 for 4 consecutive months, is now in the period of the 8 consecutive months immediately following the 4 consecutive months.

Note: Do not give the \$30 & 1/3 or the \$30 disregard for the month in which the persons, during the 30 days preceding this month, and without good cause:

- a. Quit their job or reduced their earned income.
- b. Refused a bona fide job offer.
- c. Failed to make a timely report of income received.

Here is how to calculate the \$30 & 1/3 income disregard amount:

- a. Deduct \$30 from the person's earned income left after subtracting the \$90 deduction for work expenses.
- b. Multiply the remainder by 1/3.
- c. Add \$30 to the result.
- d. Subtract the amount in "c" from the person's earned income left after subtracting the \$90 deduction for work expenses.

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17.1.2

9. If this person pays **dependent care** for a child or **incapacitated adult** in the group, deduct the **costs** from his/her net earned income.

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10. When deeming to this person's **child-in-common** in the household who is nonfinancially ineligible:

Deduct enough from this person's earned and unearned income to bring the child-in-common's income up to \$102. (The child's income includes the child's own income plus any income deemed to him/her).

If the child's income doesn't come up to \$102, deduct enough from any income of this person's spouse to bring the child's income up to \$102.

11. From the spouse's earned income subtract:

- a. \$90 work-related expenses.

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- b. **Dependent care costs**

Then add the remainder of the earned income to any unearned income the spouse has.

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From this total subtract **court-ordered support** paid by the spouse.

If the remainder is \$102 or more, don't deem any of this person's income to his/her spouse.

If the remainder is less than \$102, deem enough income to bring the amount up to \$102.

AFDC-Medicaid Financial Unit

NOTES & DEFINITIONS

12. The Assistance Standard and the Assistance Standard + Pregnancy Allowance vary by 2 areas. See Appendix 30.3.0 for your area.

Assistance Standard

Area 1	Group Size	Area 2
\$ 311	1	\$ 301
550	2	533
647	3	626
772	4	749
886	5	861
958	6	929
1,037	7	1,007
1,099	8	1,068
1,151	9	1,117
1,179	10	1,143
1,204	11	1,168
1,229	12	1,193
Add \$25 for each person for groups larger than 12		

Assistance Standard + Pregnancy Allowance

Area 1	Group Size	Area 2
\$ 382	1	\$ 372
621	2	604
718	3	697
843	4	820
957	5	932
1,029	6	1,000
1,108	7	1,078
1,170	8	1,139
1,222	9	1,188
1,250	10	1,214
1,275	11	1,239
1,300	12	1,264
Add \$71 for each added pregnant woman in the group. Add \$25 for each person for groups larger than 12		

AFDC-Medicaid Financial Unit

NOTES & DEFINITIONS

4.6.0

13. In the Budget Test:

- a. If a minor or **dependent 18-year-old** in the group is a full-time student, exempt all of his/her earnings. If a minor or dependent 18 year old is a part-time student, exempt all of his/her earnings unless s/he works full time (30 or more hours a week).

In addition to those who received the \$30 & 1/3 earned income deduction in the net income test, give it also to anyone in the group with earned income who did not receive it in the Net Income Test only because s/he did not receive AFDC/AFDC-Medicaid in 1 of the 4 prior months.

14. The Family Allowance is 80% of the Assistance Standard. See Appendix 30.3.0 for your area.

Family Allowance

Area 1	Group Size	Area 2
\$ 248.80	1	\$ 240.80
440.00	2	426.40
517.60	3	500.80
617.60	4	599.20
707.80	5	688.80
766.40	6	743.20
829.60	7	805.60
879.20	8	854.40
920.80	9	893.60
943.20	10	914.40
963.20	11	934.40
983.20	12	954.40
Add \$20 for each person for groups larger than 12		

Family Allowance + Pregnancy Allowance

Area 1	Group Size	Area 2
\$ 305.60	1	\$ 297.60
496.80	2	483.20
574.40	3	557.60
674.40	4	656.00
765.60	5	745.60
823.20	6	800.00
886.40	7	862.40
936.00	8	911.20
977.60	9	950.40
1,000.00	10	971.20
1,020.00	11	991.20
1,040.00	12	1,011.20
Add \$56.80 for each added pregnant woman in the group. Add \$20 for each person for groups larger than 12		